

CORRECTED FISCAL NOTE

SB 3998 - HB 3940

April 15, 2008

SUMMARY OF BILL: Exempts public utilities regulated by the Tennessee Regulatory Authority (TRA) from the definition of “nontraditional sewage disposal systems.”

ESTIMATED FISCAL IMPACT:

On February 22, 2008, we issued a fiscal note on this bill indicating a *decrease to local revenue of less than \$100,000*. Based on additional information from the Comptroller, the fiscal impact of the bill is estimated as follows:

(CORRECTED)

MINIMAL

Assumptions:

- According to the TRA, this exemption will not have a fiscal impact on state government.
- According to the Comptroller, exempting public utilities from the definition of “nontraditional sewage disposal systems” will exempt the utilities from the requirement to post a duplicate performance bond with TRA. This will not have a fiscal impact, because it is a pass-through bond to the customer. Neither the county water authority nor the private water company currently collects administrative fees as a part of the required performance bond.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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/kmc